



4004

**ANNUAL REPORT**

OF

Name: PRICE COUNTY TELEPHONE COMPANY

Principal Office: 105 N AVON AVE  
P.O. BOX 108  
PHILLIPS, WI 54555-0108

For the Year Ended: DECEMBER 31, 2002

TELECOMMUNICATIONS UTILITY  
TO  
PUBLIC SERVICE COMMISSION OF WISCONSIN

P.O. Box 7854  
Madison, WI 53707-7854  
(608) 267-9504

*This form is required under Wis. Stat. § 196.07. Failure to file the form by the statutory filing date can result in the imposition of a penalty under Wis. Stat. § 196.66. The penalty which can be imposed by this section of the statutes is a forfeiture of not less than \$25 nor more than \$5,000 for each violation. Each day subsequent to the filing date constitutes a separate and distinct violation. The filed form is available to the public and personally identifiable information may be used for purposes other than those related to public utility regulation.*

## GENERAL RULES FOR REPORTING

1. The annual report due date is April 1 of the following year. (Example: The 2001 report is due April 1, 2002.) If that date falls on a weekend or holiday, the annual report is due the following business day.
2. **Electronic filing via e-mail is required.** Go to the Public Service Commission of Wisconsin's web page at <http://psc.wi.gov>, click on Telecommunications and click on Annual Report for Incumbent Local Exchange Carriers (LECs).
3. LEC entities with no revenues for the report year are required to file a LEC annual report.
4. Unless otherwise indicated, the information requested in this report should be taken from the accounts and other records of the utility in conformity with the Uniform System of Accounts prescribed by the Public Service Commission in docket 05-US-102. The definitions and instructions contained therein should also apply to the report wherever applicable. A query or response concerning information contained in this report regarding any practice or transaction should not be construed as indicating conformity to accounting or other pertinent regulations.
5. Please follow all instructions and answer each question fully and accurately. Provide additional information as necessary to avoid misunderstandings or misleading responses. Abbreviations listed on page 6 may be used. However, please show the exact name of the respondent in full on the Identification and Ownership page.
6. Wherever information is requested in a "note," please show that information in the space provided, or make reference to the adjacent page or insert where the note may be found. Please also identify each note. Footnote capability is included in the annual report software program. Please use it where necessary to fully explain particulars in the annual report.
7. Numeric items are limited to digits (0-9). A minus sign "-" should be entered in the software program to indicate negative values. The program will convert the minus sign to parentheses if a hard copy of the annual report is printed. Negative values may not be allowed for certain entries in the annual report due to restrictions contained in the software program.
8. Please report all dollar amounts to the nearest whole dollar.
9. This annual report should be complete in all respects. Unless otherwise authorized, avoid references to returns of former years or to other reports.
10. Wherever schedules call for data from the previous year and such data were reported in the previous annual report, the previous year's data should be reported without modification. If modified, an appropriate footnote indicator and explanation should be included in the current year's annual report.
11. Where part or all of the report is prepared by other than utility personnel, a disclosure is required in the "Individual or firm, if other than utility employee, preparing this report" portion of the Identification and Ownership schedule, which describes the nature and extent of work performed.
12. The LEC annual report program incorporates provisional confidentiality capability for selected items, based on the Commission's confidentiality determination dated February 5, 2002.
13. It is not necessary to sign the signature page.
14. **Edit Check, Confidential Listing, Exported Annual Report, and Export Status Files;  
Filing the Completed Report:**

## GENERAL RULES FOR REPORTING

Program edit checks, which are located under the Admin dropdown menu, should be run at the completion of data entry. Each edit problem lists pertinent schedule(s) as well as the nature of the problem (such as "does not equal"). Edit items should be reviewed and corrected; unresolved problems should be footnoted in the report, if necessary. This screen automatically saves the edit checks to an .edt file that may be viewed and edited (for purposes of adding necessary notations) using a word processing package such as WordPad.

The confidential listing, which is located under the Admin dropdown menu, should also be run at the completion of data entry. This will create a .clf file.

Select the annual report to export from the Main-Report Selection window. Click Admin, Export Data to PSC to start the export process. This will create an .mdb file, which will subsequently be encrypted to a file with an .sen extension. An export status file is also created (with a .txt extension). The export status report file may also be viewed in a word processing package such as WordPad. If you encounter any export errors, please contact the Commission for assistance.

The .edt, .clf, .sen, and .txt files will be zipped to a file with a .zip extension. An e-mail message will be created, addressed to pscrcs@psc.state.wi.us. The .zip file is automatically attached to the e-mail message. After the e-mail is created, it will automatically be sent to the Commission.

Once received and processed by the Commission, you will receive a response indicating that your annual report has been received and is being processed. You will be notified if there are any problems with the annual report filing.

### 15. Name Changes:

If a name change is identified in the report, documents from the State of Wisconsin Department of Financial Institutions (DFI) also must be submitted to the Commission:

A domestic corporation should send a copy of the stamped page from its Articles of Amendment as filed with DFI. A foreign corporation should send a copy of their Amended Certificate of Authority as issued by DFI.

*These documents can be obtained by:*

1. Calling DFI at (608) 261-7577;
2. Contacting DFI on the web at [www.wdfl.org](http://www.wdfl.org); or
3. By writing to DFI at P.O. Box 7846, Madison, WI 53707-7846.

**While the electronic annual report filing may detail the name change (i.e., date of the change and the affected entities with their respective four-digit Commission utility identification numbers), a name change is not effective in the Commission's records until a separate notification letter is sent to the Commission including documentation to confirm registration of that change with the State of Wisconsin Department of Financial Institutions.**

### 16. Changes to the Annual Report Subsequent to Filing:

If making revisions to the report subsequent to filing with the Commission, resubmit the report via e-mail following the procedures set forth above in item number 14. New edit check, confidential listing, exported annual report, and export status files should be created as a result of the revisions.

## SIGNATURE PAGE

I CATHERINE M. MESS of  
(Person responsible for accounts)

PRICE COUNTY TELEPHONE COMPANY, certify that I  
(Utility Name)

am the person responsible for accounts; that I have examined the following report and, to the best of my knowledge, information and belief, it is a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter set forth therein.

CATHERINE M. MESS 03/31/2003  
(Person responsible for accounts) (Date)

PRESIDENT  
(Title)

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## **ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Access Line</b>	Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency transmission, and/or time slot transmission. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice channel or a 64 kilobits per second digital channel.
<b>Analog Signal</b>	A signal that varies in a continuous manner such as voice or music. An analog signal must be contrasted with a digital signal which can assume only discrete values.
<b>Cellular System</b>	A high capacity land mobile radio system in which an assigned frequency spectrum is divided into discrete channels that are assigned to a cellular geographic serving area.
<b>Central Office</b>	A switching unit in a telephone system providing service to the general public, having the necessary equipment and operating arrangements for terminating and interconnecting lines and trunks.
<b>Centrex</b>	A service for customers with many stations that permits station-to-station dialing, one listed directory number for the customer, direct inward dialing to a particular station and station identification on outgoing calls. The switching functions are performed in a central office (stand alone, host or remote).
<b>Channel</b>	An electrical communications path between two or more points. A single pair of wires may provide more than one channel. A channel may also be provided by microwave.
<b>Customer</b>	A person who uses a telephone as a subscriber.
<b>Digital Signal</b>	A signal that has a limited number of discrete states. This may be contrasted with an analog signal that varies in a continuous manner and may have an infinite number of states.
<b>Equal Access</b>	The ability of the subscriber to use any long distance service by dialing the same number of digits.
<b>Exchange</b>	A defined area served by one or more central offices regardless of technical serving arrangements within which the company furnishes service at rates and rules prescribed for that area in the company's filed tariffs. The area is not necessarily marked by political boundaries or the location of host or remote switching units.
<b>Extended Area Service (EAS)</b>	The ability of a customer to call customers in other exchanges at no additional charge or at an additional charge per tariff.
<b>Extended Community Calling (ECC)</b>	The ability of a customer to call customers in other exchanges at rates usually above EAS rates but below toll rates for comparable distances. Rates generally include a duration element.
<b>Feature Group A</b>	Line-side originating and terminating LATA access for which an originating subscriber dials an assigned telephone number that connects to a specific interexchange carrier (IC). The IC returns a tone to signal the caller to input additional generated digits of the called number.

## ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS

<b>Feature Group B</b>	Trunk-side originating and terminating LATA access for which an originating subscriber dials a 950-WXXX number (where W=0, 1 and XXX is the carrier access code (CAC)), which is translated to a specific XXX carrier trunk group. Optional rotary dial service and ANI may be available.
<b>Feature Group C</b>	Trunk-side LATA access for AT&T-Communications generally on a direct basis between each end office (EO) and an AT&T-C switching system.
<b>Feature Group D</b>	Also referred to as equal access. It is trunk-side LATA access affording call supervision of an interexchange carrier, a uniform access code (10XXXXX), optional calling party identification, recording of access-charge billing details and presubscription to a customer specified interexchange carrier.
<b>FX-IN</b>	A nonswitched service where the customer of the company is connected to and receives switching service through central office equipment located in another exchange area.
<b>FX-OUT</b>	A switched service where facilities are provided from the central office out to the exchange boundary where it meets the line from a foreign exchange subscriber.
<b>Host Switching System</b>	A switching system that provides centralized control over most of the switching functions of one or more remote switching units. The host switching system usually provides trunk access to the operating company intraLATA networks.
<b>Local Access Transport Area (LATA)</b>	A geographic area within which an operating company may offer its telecommunications services.
<b>Mobile Telephone</b>	A service which provides radio telephone communication from a mobile vehicle to another vehicle or to a regular telephone.
<b>Paging</b>	A service which provides one-way signal or voice communication over a radio channel to a miniature receiver carried by the customer.
<b>Pair</b>	Two wires of a single circuit.
<b>Pay Station</b>	A telephone which normally requires all users to deposit one or more coins or use a credit card to complete a call.
<b>Private Line Service</b>	Channel or circuit rented for private use and not intended to be connected to the general distribution system.
<b>Private Branch Exchange (PBX)</b>	A manually, or operator controlled switching system, usually on the customer's premises, which serves that customer's telephones over a common group of lines from the central office.
<b>Radio Common Carrier (RCC)</b>	A company which furnishes public telecommunications service using one or more radio channels.
<b>Remote Switching Unit (RSU)</b>	An electronic switching system that is remote from its host or control office. All of the central control equipment for the RSU is located in the host switching system.

## **ANNUAL TELECOMMUNICATIONS REPORT GLOSSARY OF TERMS**

<b>Route Miles</b>	<p>Total number of route miles (to the nearest mile) of operating plant facilities including drop wire in the exchange. One route mile may consist of:</p> <ol style="list-style-type: none"><li>1. One mile of roadway with any combination of outside plant facilities on any number of rights-of-way.</li><li>2. One mile of a cross country route with any combination of outside plant facilities.</li><li>3. One mile of point-to-point microwave or radio link.</li><li>4. One mile of plant on either side of a limited access highway or natural barrier, such as a navigable waterway.</li><li>5. One mile of joint use line where the utility either owns the facility or leases space.</li></ol>
<b>Stand Alone Switch</b>	<p>A central office switch which has no remote switching units (RSUs) subtending it.</p>
<b>Trunk</b>	<p>A communications path connecting two switching systems in the establishment of an end-to-end connection.</p>
<b>Wide Area Telephone Service (WATS)</b>	<p>Customer leased access line or lines connected to the nationwide network over which an unlimited number of calls can be made for a fixed monthly charge.</p>
<b>Wire Center</b>	<p>The location of one or more local switching systems. A point at which customers' loops converge.</p>

## ABBREVIATIONS USED IN ANNUAL REPORTS

<b>Acct</b>	.....	Account
<b>Accum</b>	.....	Accumulated
<b>Acq</b>	.....	Acquisition
<b>Admin</b>	.....	Administrative
<b>Alloc</b>	.....	Allocation
<b>Amort</b>	.....	Amortization
 <b>CO</b>	 .....	 Central Office
 <b>Depr</b>	 .....	 Depreciation
 <b>Equip</b>	 .....	 Equipment
<b>Exp</b>	.....	Expenses
<b>EOY</b>	.....	End of Year
 <b>FOY</b>	 .....	 First of Year
 <b>Info</b>	 .....	 Information
<b>ITC</b>	.....	Investment Tax Credit
 <b>Misc</b>	 .....	 Miscellaneous
 <b>Nonoper</b>	 .....	 Nonoperating
<b>Nonreg</b>	.....	Nonregulated
 <b>Oper</b>	 .....	 Operating
<b>Opns</b>	.....	Operations
<b>Orig</b>	.....	Originating
 <b>Prop</b>	 .....	 Property
 <b>Receiv</b>	 .....	 Receivable
<b>Reg</b>	.....	Regulated
<b>Rev</b>	.....	Revenues
 <b>Svcs</b>	 .....	 Services
 <b>Telecom</b>	 .....	 Telecommunications
<b>Term</b>	.....	Terminating
<b>TPIS</b>	.....	Telecommunications Plant in Service
<b>TPUC</b>	.....	Telecommunications Plant Under Construction
 <b>Uncoll</b>	 .....	 Uncollectible

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## IDENTIFICATION AND OWNERSHIP

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**Exact Utility Name:** PRICE COUNTY TELEPHONE COMPANY  
**Utility Location:** 105 N AVON AVE  
P.O. BOX 108  
PHILLIPS, WI 54555-0108

**Utility Web Site Address:** www.pctcnet.net

**When was utility organized?:** 01/01/1929

**Report any change in name and the effective date:**

**Telephone numbers for potential customers to contact company:**

Business Customers: (715) 339 - 2151    Ext:

Residential Customers: (715) 339 - 2151    Ext:

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### Officer in charge of correspondence concerning this report

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**Name:** MS CATHERINE M. MESS  
**Title:** PRESIDENT

**Office Address:** 105 N. AVON AVE.  
P.O. BOX 108  
PHILLIPS, WI 54555-0108

**Fax Number:** (715) 339 - 4512  
**Telephone Number:** (715) 339 - 2151  
**Email Address:** pctc@pctcnet.net

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### Individual or firm, if other than utility employee, preparing this report

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**Name:** MR BRUCE E. HOEHNE, CPA  
**Title:** PARTNER  
**Firm:** KIESLING ASSOCIATES, LLP  
**Office Address:** 8517 EXCELSIOR DRIVE, SUITE #301  
MADISON, WI 53717-1994

**Fax Number:** (608) 664 - 9112  
**Telephone Number:** (608) 664 - 9110  
**Email Address:**

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### Person responsible for financial information contained in report

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**Name:** MS CATHERINE M. MESS  
**Title:** PRESIDENT

**Office Address:** 105 N. AVON AVE.  
P.O. BOX 108  
PHILLIPS, WI 54555-0108

**Fax Number:** (715) 339 - 4512  
**Telephone Number:** (715) 339 - 2151  
**Email Address:** pctc@pctcnet.net

## IDENTIFICATION AND OWNERSHIP

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**Person responsible for statistical information contained in report**

---

**Name:** MS CATHERINE M. MESS  
**Title:** PRESIDENT

**Office Address:** 105 N. AVON AVE.  
P.O. BOX 108  
PHILLIPS, WI 54555-0108

**Fax Number:** (715) 339 - 4512  
**Telephone Number:** (715) 339 - 2151  
**Email Address:** pctc@pctcnet.net

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**List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).**

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**Name:** BARBARA A. GAGO  
**Address:** W8227 CRANE CHASE RD  
PHILLIPS, WI 54555

**Number of Shares Held:** 49,197  
**Beneficial Owner:** NONE

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**Name:** CATHERINE M. MESS  
**Address:** 214 BEEBE STREET  
PHILLIPS, WI 54555

**Number of Shares Held:** 68,897  
**Beneficial Owner:** NONE

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**Name:** JAMES A. TAYLOR  
**Address:** PO BOX 639  
WEYAUWEGA, WI 54983-0639

**Number of Shares Held:** 139,900  
**Beneficial Owner:** NONE

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**Name:** MESS FAMILY TRUST  
**Address:** 175 N. ARGYLE AVE  
PHILLIPS, WI 54555

**Number of Shares Held:** 33,900  
**Beneficial Owner:** NONE

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## IDENTIFICATION AND OWNERSHIP

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**List names, addresses, and number of shares held by persons owning 5 percent or more of outstanding voting securities. If any stock is held by a nominee, give known particulars as to the beneficial owner (See Wis. Stat. § 196.795(1)(c), for definition of beneficial owner).**

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**Name:** P.K.R. CORPORATION  
**Address:** PO BOX 108  
PHILLIPS, WI 54555

**Number of Shares Held:** 42,300  
**Beneficial Owner:** NONE

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**List companies owned, controlled, or operated and form and extent of such ownership, control or operation.**

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**Company Name:** PRICE COUNTY INFORMATION SYSTEMS, INC.  
**Form of Interest:** OWNED  
**Extent Of Interest:** 100%

**OFFICERS AND DIRECTORS****Name, Title/Occupation  
and Business Address**

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<b>Name:</b> CAROLYN KUZMA <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 105 N. AVON AVE. <b>Business Address (2):</b> P.O. BOX 108 <b>Business Address (3):</b> <b>City State, Zip:</b> PHILLIPS, WI 54555-0110	<b>1</b>
<hr/>	
<b>Name:</b> CATHERINE M. MESS <b>Title/Occupation:</b> PRESIDENT <b>Business Address (1):</b> 105 N. AVON AVE. <b>Business Address (2):</b> P.O. BOX 108 <b>Business Address (3):</b> <b>City State, Zip:</b> PHILLIPS, WI 54555-0108	<b>2</b>
<hr/>	
<b>Name:</b> JAMES A. TAYLOR <b>Title/Occupation:</b> DIRECTOR <b>Business Address (1):</b> 105 N. AVON AVE. <b>Business Address (2):</b> P.O. BOX 108 <b>Business Address (3):</b> <b>City State, Zip:</b> PHILLIPS, WI 54555-0108	<b>3</b>
<hr/>	
<b>Name:</b> JOHN G. MESS <b>Title/Occupation:</b> SECRETARY-TREASURER <b>Business Address (1):</b> 105 N. AVON AVE. <b>Business Address (2):</b> P.O. BOX 108 <b>Business Address (3):</b> <b>City State, Zip:</b> PHILLIPS, WI 54555-0108	<b>4</b>
<hr/>	
<b>Name:</b> RICHARD THOMAS <b>Title/Occupation:</b> VICE-PRESIDENT <b>Business Address (1):</b> 105 N. AVON AVE. <b>Business Address (2):</b> P.O. BOX 108 <b>Business Address (3):</b> <b>City State, Zip:</b> PHILLIPS, WI 54555-0108	<b>5</b>

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**INCOME STATEMENT - TOTAL COMPANY**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
Operating Revenues (5000-5300)	3,320,755	3,378,491	<b>1</b>
<b>Operating Expenses</b>			
Plant Specific Operations Expense (6110-6410)	265,980	293,261	<b>2</b>
Plant Nonspecific Operations Expense	1,228,204	1,172,090	<b>3</b>
Customer Operations Expense (6610-6620)	354,918	297,170	<b>4</b>
Corporate Operations Expense (6710-6790)	295,034	327,197	<b>5</b>
Other Operating Income and Expense (7100)	0	0	<b>6</b>
Operating Taxes (7200)	388,553	464,299	<b>7</b>
<b>Total Operating Expenses</b>	<b>2,532,689</b>	<b>2,554,017</b>	<b>8</b>
<b>Net Operating Income</b>	<b>788,066</b>	<b>824,474</b>	<b>9</b>
<b>Other Income</b>			
Nonoperating Income and Expense (7300)	(106,260)	(123,906)	<b>10</b>
Nonoperating Taxes (7400)	51,220	39,329	<b>11</b>
Interest and Related Items (7500)	209,254	223,429	<b>12</b>
Extraordinary Items (7600)	0	0	<b>13</b>
Nonregulated Net Income (7990)	20,777	1,251	<b>14</b>
<b>Total Nonoperating Income</b>	<b>(345,957)</b>	<b>(385,413)</b>	<b>15</b>
<b>Net Income</b>	<b>442,109</b>	<b>439,061</b>	<b>16</b>

## NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

1. A summary of significant accounting policies. (The summaries should disclose, but not be limited to, the utility's accounting policies with regard to pension cost, unbilled revenues, depreciation, and income taxes.)

The accounting principles of the Company conform to generally accepted accounting principles in the United States of America. Management uses estimates and assumptions in preparing its financial statements. Those estimates and assumptions affect the reported amounts of assets, liabilities, revenues, expenses and the disclosure of contingent revenues and expenses. Telephone operations reflect practices appropriate to the telephone industry. The accounting records of the Company are maintained in accordance with the Uniform Systems of Accounts for Class A and B Telephone Companies prescribed by the Federal Communications Commission (FCC) as modified by the state regulatory authority.

### A. Property and Equipment

Telephone plant and other property are capitalized at original cost including the capitalized cost of salaries and wages, certain payroll taxes, employee benefits and interest incurred during the construction period.

The Company provides for depreciation for financial reporting purposes on the straight-line method by the application of rates based on the estimated service lives of the various classes of depreciable property as authorized by the state regulatory authority. These estimates are subject to change in the near term.

Renewals and betterments of units of property are charged to telephone plant in service. When telephone plant is retired, its cost is removed from the asset account and charged against accumulated depreciation together with removal cost less any salvage realized. No gains or losses are recognized with routine retirements of depreciable property. Repairs and renewals of minor items of property are included in plant specific operations expense.

Repairs of other property, as well as renewals of minor items, are charged to plant specific operations expense. A gain or loss is recognized when other property is sold or retired.

### B. Income Taxes

Income taxes are accounted for using a liability method and provide for the tax effects of transactions reported in the consolidated financial statements including both taxes currently due and deferred. Deferred taxes are adjusted to reflect deferred tax consequences at current enacted tax rates. Deferred income taxes reflect the net tax effects of temporary differences between the carrying amounts of the assets and liabilities for financial reporting purposes and the amounts used for income tax purposes. Significant components of the Company's deferred taxes arise primarily from differences between the basis of plant and equipment for financial and income tax reporting. The deferred tax asset and liabilities

## NOTES TO INCOME STATEMENT OR BALANCE SHEET

In the space provided below, disclose all material information not included elsewhere in this report that is necessary to make the financial statements clear and understandable. Included should be:

and income tax reporting. The deferred tax asset and liabilities represent the future tax return consequences of those differences, which will either be taxable or deductible, when the assets and liabilities are recovered or settled.

Investment tax credits (ITC), which were deferred prior to the Tax Reform Act of 1986, are being amortized over the regulatory life of the plant which produced the ITC.

### C. Revenue Recognition

The Company recognizes revenues when earned regardless of the period in which they are billed. The Company is required to provide service to subscribers within its defined service territory.

Local network service revenues are recognized over the period a subscriber is connected to the network. Telephone calls within an extended community calling area are recognized when made based on a rate per minute of usage as provided by the state regulatory authority.

Network access service revenues are derived from charges for access to the Company's local exchange network. The interstate portion of access revenues is based, in part, on a cost separation procedure administered by the National Exchange Carrier Association (NECA) which is regulated by the FCC. The intrastate portion of access revenues is billed on an individual company tariff access charge structure based on expense and plant investment of the Company as approved by the state regulatory authority.

### D. Cash Equivalents

All highly liquid investments with a maturity of three months or less at

- 
2. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

None.

- 
3. A summary of significant contingent assets and liabilities existing at year end, including a brief explanation of any action initiated by the Internal Revenue Service, Wisconsin Department of Revenue, or the utility involving a possible assessment or refund of taxes.

The mortgage to the United States of America, underlying the RUS and RTB notes, contains certain restrictions on the declaration or payment of cash dividends, redemption of capital stock or investment in affiliated companies.

**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>CURRENT ASSETS</b>			
<b>CASH AND EQUIVALENTS</b>			
Cash and Equivalents (1120)*	1,029,831	938,529	1
Cash (1130)			2
Special Cash Deposits (1140)			3
Working Cash Advances (1150)			4
Temporary Investments (1160)			5
<b>TOTAL CASH AND EQUIVALENTS</b>	<b>1,029,831</b>	<b>938,529</b>	
<b>RECEIVABLES AND ALLOWANCES FOR DOUBTFUL ACCOUNTS</b>			
Telecommunications Accounts Receivable (1180)*	86,761	123,959	6
Accounts Receivable Allowance-Telecom (1181)*	0	0	7
<b>Net: Telecommunications Accounts Receivable</b>	<b>86,761</b>	<b>123,959</b>	
Other Accounts Receivable (1190)*	462,511	316,102	8
Accounts Receivable Allowance--Other (1191)*	0	0	9
<b>Net: Other Accounts Receivable</b>	<b>462,511</b>	<b>316,102</b>	
Notes Receivable (1200)*	1,365,704	900,497	10
Notes Receivable Allowance (1201)*		0	11
<b>Net: Notes Receivable</b>	<b>1,365,704</b>	<b>900,497</b>	
Interest and Dividends Receivable (1210)*	108,267	36,427	12
<b>TOTAL REC AND ALLOW FOR DOUBTFUL ACCOUNTS</b>	<b>2,023,243</b>	<b>1,376,985</b>	
<b>SUPPLIES</b>			
Inventories (1220)*	42,875	23,959	13
<b>TOTAL SUPPLIES</b>	<b>42,875</b>	<b>23,959</b>	
<b>PREPAYMENTS</b>			
Total Prepayments (1280)*	29,018	33,381	14
Prepaid Rents (1290)			15
Prepaid Taxes (1300)			16
Prepaid Insurance (1310)			17
Prepaid Directory Expenses (1320)			18
Other Prepayments (1330)			19
<b>TOTAL PREPAYMENTS</b>	<b>29,018</b>	<b>33,381</b>	
<b>OTHER CURRENT ASSETS</b>			
Other Current Assets (1350)*	0	0	20
<b>TOTAL OTHER CURRENT ASSETS</b>	<b>0</b>	<b>0</b>	
<b>TOTAL CURRENT ASSETS</b>	<b>3,124,967</b>	<b>2,372,854</b>	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Investment in Affiliated Companies (1401)*	1,943,638	2,132,025	21
RTB Class B Stock (1402)*	200,250	200,250	22
Other Investments in Nonaffiliated Companies (1402)*	889,878	585,008	23
Nonregulated Investments (1406)*	134,137	150,181	24
Unamortized Debt Issuance Expense (1407)*	3,887	4,080	25
Sinking Funds (1408)*		0	26

**BALANCE SHEET - ASSETS (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

Particulars (a)	Balance--EOY (b)	Balance--FOY (c)	
<b>NONCURRENT ASSETS</b>			
<b>INVESTMENTS</b>			
Other Noncurrent Assets (1410)*	6,481	17,592	27
<b>TOTAL INVESTMENTS</b>	<b>3,178,271</b>	<b>3,089,136</b>	
<b>DEFERRED CHARGES</b>			
Deferred Tax Regulatory Asset (1437)*		0	28
Deferred Maintenance and Retirements (1438)*			29
Deferred Charges (1439)*			30
<b>TOTAL DEFERRED CHARGES</b>	<b>0</b>	<b>0</b>	
<b>TOTAL NONCURRENT ASSETS</b>	<b>3,178,271</b>	<b>3,089,136</b>	
<b>PLANT</b>			
<b>TELECOMMUNICATIONS PLANT IN SERVICE</b>			
Telecommunications Plant in Service (2001)*	16,137,700	15,570,711	31
Less: Accumulated Depreciation (3100)*	9,199,211	8,196,540	32
Less: Accumulated Amortization--Capitalized Leases (3410)*		0	33
Less: Accumulated Amortization--Leasehold Improvements (3420)*		0	34
Less: Accumulated Amortization--Intangible (3500)*			35
<b>NET TELECOMMUNICATIONS PLANT IN SERVICE</b>	<b>6,938,489</b>	<b>7,374,171</b>	
<b>PROPERTY HELD FOR FUTURE USE</b>			
Prop. Held for Future Telecommun. Use (2002)*		0	36
Less: Accumulated Depreciation--Held for Future Telecommunications Use (3200)*		0	37
<b>NET PROPERTY HELD FOR FUTURE USE</b>	<b>0</b>	<b>0</b>	
<b>NONOPERATING PLANT</b>			
Nonoperating Plant (2006)*		0	38
Less: Accumulated Depreciation--Nonoperating (3300)*		0	39
<b>NET NONOPERATING PLANT</b>	<b>0</b>	<b>0</b>	
<b>TPUC</b>			
TPUC (2003)*	46,068	80,688	40
<b>TOTAL TPUC</b>	<b>46,068</b>	<b>80,688</b>	
<b>TELECOMMUNICATIONS PLANT ADJUSTMENT</b>			
Telecommunications Plant Adjustment (2005)*		0	41
Less: Accumulated Amortization--Other (3600)*		0	42
<b>NET TELECOMMUNICATIONS PLANT ADJUSTMENT</b>	<b>0</b>	<b>0</b>	
<b>TOTAL PLANT</b>	<b>6,984,557</b>	<b>7,454,859</b>	
<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>13,287,795</b>	<b>12,916,849</b>	

**BALANCE SHEET - LIABILITIES (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>Balance--EOY (b)</b>	<b>Balance--FOY (c)</b>	
<b>CURRENT LIABILITIES</b>			
Accounts Payable (4010)*	410,542	417,929	1
Notes Payable (4020)*		0	2
Advance Billing and Payments (4030)*	69,331	17,480	3
Customer Deposits (4040)*	5,607	4,700	4
Current Maturities--Long-Term Debt (4050)*	279,640	265,262	5
Current Maturities--Capital Leases (4060)*		0	6
Income Taxes--Accrued (4070)*	132,818	(63,227)	7
Other Taxes--Accrued (4080)*	182	136	8
Net Current Deferred Operating Income Taxes (4100)*			9
Net Current Deferred Nonoperating Income Taxes (4110)*			10
Other Accrued Liabilities (4120)*	43,845	40,604	11
Other Current Liabilities (4130)*			12
<b>TOTAL CURRENT LIABILITIES</b>	<b>941,965</b>	<b>682,884</b>	
<b>LONG-TERM DEBT</b>			
Funded Debt (4210)*	3,353,472	3,647,771	13
Premium on Long-Term Debt (4220)*			14
Discount on Long-Term Debt (4230)*			15
Reacquired Debt (4240)*			16
Obligations Under Capital Leases (4250)*			17
Advances from Affiliated Companies (4260)*	0	0	18
Other Long-Term Debt (4270)*			19
<b>TOTAL LONG-TERM DEBT</b>	<b>3,353,472</b>	<b>3,647,771</b>	
<b>OTHER LIABILITIES AND DEFERRED CREDITS</b>			
Other Long-Term Liabilities (4310)*	0	0	20
Unamortized Operating ITC--Net (4320)*			21
Unamortized Nonoperating ITC--Net (4330)*			22
Net Noncurrent Deferred Operating Income Taxes (4340)*	454,285	269,070	23
Net Deferred Tax Liability Adjustments (4341)*	(12,936)	(12,936)	24
Net Noncurrent Deferred Nonoperating Income Taxes (4350)*	(63,163)	(45,749)	25
Other Deferred Credits (4360)*	185,744	0	26
Deferred Tax Regulatory Liability (4361)*	32,857	32,857	27
<b>TOTAL OTHER LIABILITIES AND DEFERRED CREDITS</b>	<b>596,787</b>	<b>243,242</b>	
<b>STOCKHOLDERS' EQUITY</b>			
Capital Stock (4510)*	663,200	663,200	28
Additional Paid-in Capital (4520)*	74,800	74,800	29
Treasury Stock (4530)*			30
Other Capital (4540)*	(26,645)	(1,915)	31
Retained Earnings (4550)*	7,684,216	7,606,867	32
<b>TOTAL STOCKHOLDERS' EQUITY</b>	<b>8,395,571</b>	<b>8,342,952</b>	
<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>13,287,795</b>	<b>12,916,849</b>	

### **IMPORTANT CHANGES DURING THE YEAR**

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1. Estimated increase or decrease in annual revenues due to important rate changes, giving bases of estimates.

**Estimated revenue increase was \$146,000. Relates to an end-user rate increase for multi-line and single-line customers.**

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2. Additional matters of fact (not elsewhere provided for) which respondent may desire to include in its report.

**None.**

## AFFILIATE ABBREVIATIONS

In column (b) provide the abbreviation for the name of the affiliate shown in column (a). Limit abbreviations to 10 characters or less. Use these abbreviations when completing the affiliated interest schedules. Insert "Other" in the Abbreviations column if the activity to be reported for a particular record in the Affiliated Interest Transactions or Affiliated Assets and Liabilities schedule represents an aggregation of activity not exceeding the dollar or percentage limits set forth in the header of that schedule.

Name of Affiliate (a)	Abbreviations (b)	
Communications Management Group	CMG	1
Computer Systems Limited Liability Corporation	CSLLC	2
Price County Information Systems, Inc.	PCIS	3

**AFFILIATED INTEREST TRANSACTIONS**

Provide a summary of transactions under established affiliated interest contracts and arrangements (see Wis. Stat. § 196.52, for "affiliated interest" definitions). Use the space below to report transactions with individual affiliates and multiple affiliated interest agreements or, at the utility's option, with individual affiliates and a single agreement. Activity associated with affiliated contracts or arrangements not in excess of \$25,000 or 5 percent of the equity of the utility, whichever is smaller, may be aggregated in a single record. For utilities whose intrastate gross operating revenues of the previous year exceeded \$100,000,000, individual contracts or arrangements not exceeding \$100,000 may be aggregated in a single record. Where an affiliate is both providing and receiving service use one record to show billings to and a second record for billings from. When billings to or from an affiliate are recorded on the books of the utility, the records underlying such billings shall be sufficient to show all the detail maintained to identify the associated accounts related to the billing.

<b>Particulars</b>	<b>(a)</b>	<b>(b)</b>	<b>(c)</b>	<b>(d)</b>	<b>(e)</b>
Docket		6000AT101			
Name of Affiliate		CSLLC			1
Designate whether billed to or from:		FROM			2
Cost Based (C), Market Price (M), Prevailing Price (P), Tariff (T), Other (O)		M			3
Total Dollar Activity		---CONF---			4
Percent of affiliate's business billed to all affiliated regulated utilities		---CONF---			5
If cost based, rate of return on equity or markup incorporated in billings		---CONF---			6
Footnotes					

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B**

<b>Plant Account (a)</b>	<b>Account (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>	
<b>GENERAL SUPPORT ASSETS</b>				
Land	2111	62,247		1
Motor Vehicles	2112	168,322		2
Aircraft	2113			3
Special Purpose Vehicles	2114			4
Garage Work Equipment	2115			5
Other Work Equipment	2116	169,380		6
Buildings	2121	644,169		7
Furniture	2122	36,438	7,547	8 A
Office Equipment	2123	27,701	0	9
General Purpose Computers	2124	61,525		10 A
<b>TOTAL--GENERAL SUPPORT ASSETS:</b>		<b>1,169,782</b>	<b>7,547</b>	
<b>CENTRAL OFFICE ASSETS</b>				
Analog Electronic Switching	2211			11
Digital Electronic Switching	2212	2,771,341	169,045	12 A
Electro-Mechanical Switching	2215	0	0	13
Operator Systems	2220			14
Radio Systems	2231	20,163	0	15
Circuit Equipment	2232	827,521	72,047	16 A
<b>TOTAL--CENTRAL OFFICE ASSETS:</b>		<b>3,619,025</b>	<b>241,092</b>	
<b>INFORMATION ORIGATION/TERMINATION ASSETS</b>				
Station Apparatus	2311			17
Customer Premises Wiring	2321			18
Large Private Branch Exchanges	2341			19
Public Telephone Terminal Equipment	2351			20
Other Terminal Equipment	2362	1,596	29,799	21 A
<b>TOTAL--INFORMATION ORIG/TERM ASSETS:</b>		<b>1,596</b>	<b>29,799</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>				
Poles	2411			22
Aerial Cable	2421	0	0	23
Underground Cable	2422	335,889	0	24
Buried Cable	2423	9,293,342	354,388	25
Submarine Cable	2424	0	0	26
Deep Sea Cable	2425			27
Intrabuilding Network Cable	2426	0	0	28
Aerial Wire	2431			29
Conduit Systems	2441	1,151,077		30
<b>TOTAL--CABLE WIRE FACILITIES ASSETS:</b>		<b>10,780,308</b>	<b>354,388</b>	
<b>AMORTIZABLE ASSETS</b>				
Capital Leases	2681			31

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2111			<b>62,247</b>	<b>1</b>
2112	12,350		<b>155,972</b>	<b>2</b>
2113			<b>0</b>	<b>3</b>
2114			<b>0</b>	<b>4</b>
2115			<b>0</b>	<b>5</b>
2116			<b>169,380</b>	<b>6</b>
2121			<b>644,169</b>	<b>7</b>
2122		983	<b>44,968</b>	<b>8 A</b>
2123	2,935	0	<b>24,766</b>	<b>9</b>
2124	14	419	<b>61,930</b>	<b>10 A</b>
	<b>15,299</b>	<b>1,402</b>	<b>1,163,432</b>	
2211			<b>0</b>	<b>11</b>
2212	34,132	(293,563)	<b>2,612,691</b>	<b>12 A</b>
2215	0	0	<b>0</b>	<b>13</b>
2220			<b>0</b>	<b>14</b>
2231	0	0	<b>20,163</b>	<b>15</b>
2232	0	324,103	<b>1,223,671</b>	<b>16 A</b>
	<b>34,132</b>	<b>30,540</b>	<b>3,856,525</b>	
2311			<b>0</b>	<b>17</b>
2321			<b>0</b>	<b>18</b>
2341			<b>0</b>	<b>19</b>
2351			<b>0</b>	<b>20</b>
2362			<b>31,395</b>	<b>21 A</b>
	<b>0</b>	<b>0</b>	<b>31,395</b>	
2411			<b>0</b>	<b>22</b>
2421	0	0	<b>0</b>	<b>23</b>
2422	0	0	<b>335,889</b>	<b>24</b>
2423	48,348	0	<b>9,599,382</b>	<b>25</b>
2424	0	0	<b>0</b>	<b>26</b>
2425			<b>0</b>	<b>27</b>
2426	0	0	<b>0</b>	<b>28</b>
2431			<b>0</b>	<b>29</b>
2441			<b>1,151,077</b>	<b>30</b>
	<b>48,348</b>	<b>0</b>	<b>11,086,348</b>	
2681			<b>0</b>	<b>31</b>

## TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B

Plant Account (a)	Account (b)	Balance FOY (c)	Additions (d)
<b>AMORTIZABLE ASSETS</b>			
Leasehold Improvements	2682		32
Intangibles	2690		33
<b>TOTAL--AMORTIZABLE ASSETS:</b>		<b>0</b>	<b>0</b>
<b>TOTAL TELECOM. PLANT IN SERVICE</b>	<b>2001</b>	<b>15,570,711</b>	<b>632,826</b>
Less: Allocation to Nonregulated Activity - EOY	2001		34
<b>NET REG. TOTAL TELE. PLANT IN SERV. - EOY</b>	<b>2001</b>		

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (cont.)**

<b>Account (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2682			0	32
2690			0	33
	0	0	0	
	97,779	31,942	16,137,700	
2001			0	34
			16,137,700	

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**

Report telecommunications plant data for each subaccount where primary plant accounts have subclassifications. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone plant at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subaccount (b)</b>	<b>Balance FOY (c)</b>	<b>Additions (d)</b>	
Office Support Equipment	2123.1	13,996		<b>1</b>
Company Communications Equipment	2123.2	13,705		<b>2</b>
Software	2212.1			<b>3</b>
Digital Switching - Central Office	2212.2	2,771,341	169,045	<b>4 A</b>
Digital Switching - Remote	2212.3			<b>5</b>
Step by Step Switching	2215.1			<b>6</b>
Crossbar Switching	2215.2			<b>7</b>
Satellite and Earth Station Facilities	2231.1	20,163		<b>8</b>
Other Radio Facilities	2231.2			<b>9</b>
Digital Circuit Equipment	2232.1	827,521	72,047	<b>10 A</b>
Analog Circuit Equipment	2232.2			<b>11</b>
Light Wave Circuit Equipment	2232.3			<b>12</b>
Aerial Cable - Nonmetallic	2421.1			<b>13</b>
Aerial Cable - Metallic	2421.2			<b>14</b>
Underground Cable - Nonmetallic	2422.1	102,440		<b>15</b>
Underground Cable - Metallic	2422.2	233,449		<b>16</b>
Buried Cable - Nonmetallic	2423.1	1,382,938	16,183	<b>17</b>
Buried Cable - Metallic	2423.2	7,910,404	338,205	<b>18</b>
Submarine Cable - Nonmetallic	2424.1			<b>19</b>
Submarine Cable - Metallic	2424.2			<b>20</b>
Intrabuilding Cable - Nonmetallic	2426.1			<b>21</b>
Intrabuilding Cable - Metallic	2426.2			<b>22</b>

Explain all amounts shown in column (g).

**TELECOMMUNICATIONS PLANT IN SERVICE CLASS A & B (SUB-CLASS ACCOUNTS)**  
(cont.)

<b>Subaccount (e)</b>	<b>Retirements (f)</b>	<b>Transfers / Adjustments (g)</b>	<b>Balance EOY (h)</b>	
2123.1	2,935		11,061	1
2123.2			13,705	2
2212.1			0	3
2212.2	34,132	(293,563)	2,612,691	4 A
2212.3			0	5
2215.1			0	6
2215.2			0	7
2231.1			20,163	8
2231.2			0	9
2232.1		324,103	1,223,671	10 A
2232.2			0	11
2232.3			0	12
2421.1			0	13
2421.2			0	14
2422.1			102,440	15
2422.2			233,449	16
2423.1			1,399,121	17
2423.2	48,348		8,200,261	18
2424.1			0	19
2424.2			0	20
2426.1			0	21
2426.2			0	22

**ACCUMULATED DEPRECIATION CLASS A & B**

<b>Primary Plant Account (a)</b>	<b>Acct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>	
<b>GENERAL SUPPORT ASSETS</b>						
Motor Vehicles	2112	101,749	.0	7,532		<b>1 B</b>
Aircraft	2113					<b>2</b>
Special Purpose Vehicles	2114					<b>3</b>
Garage Work Equipment	2115					<b>4</b>
Other Work Equipment	2116	142,646	9.0	15,244		<b>5</b>
Buildings	2121	249,206	3.4	21,907		<b>6</b>
Furniture	2122	6,178	8.5	3,769		<b>7</b>
Office Equipment	2123	23,281	20.0	2,212		<b>8</b>
General Purpose Computers	2124	61,525				<b>9 A</b>
<b>Total-- GENERAL SUPPORT ASSETS</b>		<b>584,585</b>		<b>50,664</b>	<b>0</b>	
<b>CENTRAL OFFICE ASSETS</b>						
Analog Electronic Switching	2211					<b>10</b>
Digital Electronic Switching	2212	831,770	11.0	287,973		<b>11 A</b>
Electro-Mechanical Switching	2215					<b>12</b>
Operator Systems	2220					<b>13</b>
Radio Systems	2231	20,163				<b>14</b>
Circuit Equipment	2232	834,173	13.0	138,077		<b>15 A</b>
<b>Total-- CENTRAL OFFICE ASSETS</b>		<b>1,686,106</b>		<b>426,050</b>	<b>0</b>	
<b>INFORMATION ORIG/TERM ASSETS</b>						
Station Apparatus	2311					<b>16</b>
Customer Premises Wiring	2321					<b>17</b>
Large Private Branch Exchanges	2341					<b>18</b>
Public Telephone Terminal Equipment	2351					<b>19</b>
Other Terminal Equipment	2362	1,596	12.5	654		<b>20 A</b>
<b>Total-- INFORMATION ORIG/TERM ASSETS</b>		<b>1,596</b>		<b>654</b>	<b>0</b>	
<b>CABLE WIRE FACILITIES ASSETS</b>						
Poles	2411					<b>21</b>
Aerial Cable	2421					<b>22</b>
Underground Cable	2422	177,468	5.5	18,477		<b>23</b>
Buried Cable	2423	5,357,020	6.0	561,866		<b>24</b>
Submarine Cable	2424					<b>25</b>
Deep Sea Cable	2425					<b>26</b>
Intrabuilding Network Cable	2426					<b>27</b>
Aerial Wire	2431					<b>28</b>

## ACCUMULATED DEPRECIATION CLASS A & B

Primary Plant Account (a)	Acct (b)	Balance FOY (c)	Depr Rate (d)	Annual Accrual (e)	Additional Accrual (f)
<b>CABLE WIRE FACILITIES ASSETS</b>					
Conduit Systems	2441	389,765	3.5	40,292	29
<b>Total-- CABLE WIRE FACILITIES ASSETS</b>		<b>5,924,253</b>		<b>620,635</b>	<b>0</b>
<b>Total Accumulated Depreciation</b>	<b>3100</b>	<b>8,196,540</b>		<b>1,098,003</b>	<b>0</b>
Less: Allocation to Nonregulated Activity - Columns e, f and I	3100				30
<b>Net Regulated Total Accum Depreciation - 3100</b>					
<b>Columns e, f and I</b>					

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2112	12,350		2,200		99,131	1 B
2113					0	2
2114					0	3
2115					0	4
2116					157,890	5
2121					271,113	6
2122					9,947	7
2123	2,935				22,558	8
2124	14			419	61,930	9 A
	<b>15,299</b>	<b>0</b>	<b>2,200</b>	<b>419</b>	<b>622,569</b>	
2211					0	10
2212	34,132	61		(78,145)	1,007,405	11 A
2215	0				0	12
2220					0	13
2231	0				20,163	14
2232	0			78,145	1,050,395	15 A
	<b>34,132</b>	<b>61</b>	<b>0</b>	<b>0</b>	<b>2,077,963</b>	
2311					0	16
2321					0	17
2341					0	18
2351					0	19
2362					2,250	20 A
	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>2,250</b>	
2411					0	21
2421	0				0	22
2422	0				195,945	23
2423	48,348	111			5,870,427	24
2424	0				0	25
2425					0	26
2426	0				0	27
2431					0	28

**ACCUMULATED DEPRECIATION CLASS A & B (cont.)**

<b>Acct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2441					430,057	29
	48,348	111	0	0	6,496,429	
<b>3100</b>	<b>97,779</b>	<b>172</b>	<b>2,200</b>	<b>419</b>	<b>9,199,211</b>	
3100						30
<b>3100</b>						

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS)**

Where subclassifications of primary plant accounts are used, report below the accumulated depreciation details for each subaccount. Amounts pertaining to subaccount 2212.4, Test Equipment, should be reported in account 2212.2, Digital Switching - Central Office; amounts for subaccounts 2231.3, Microwave, 2231.4, Cellular, 2231.5, Mobile Radio, and 2231.6, Paging, should be included in 2231.2, Other Radio Facilities; amounts pertaining to subaccounts 2232.4, Digital Data Services, 2232.5, Digital Circuit - Subscriber, 2232.6, Digital Circuit - Trunk - Toll, and 2232.7, Concentrators, should be reported in 2232.1, Digital Circuit Equipment. Any other separate accounting for telephone accumulated depreciation at an individual telephone company should be consolidated and reported in the primary accounts as defined in the uniform system of accounts.

<b>Plant Subaccount (a)</b>	<b>Subacct (b)</b>	<b>Balance FOY (c)</b>	<b>Depr Rate (d)</b>	<b>Annual Accrual (e)</b>	<b>Additional Accrual (f)</b>	
Office Support Equipment	2123.1	9,576	20.0	2,212		1
Company Communications Equipment	2123.2	13,705				2
Software	2212.1					3
Digital Switching - Central Office	2212.2	831,770	11.0	287,973		4 A
Digital Switching - Remote	2212.3					5
Step by Step Switching	2215.1					6
Crossbar Switching	2215.2					7
Satellite and Earth Station Facilities	2231.1	20,163				8
Other Radio Facilities	2231.2					9
Digital Circuit Equipment	2232.1	834,173	13.0	138,077		10 A
Analog Circuit Equipment	2232.2					11
Light Wave Circuit Equipment	2232.3					12
Aerial Cable - Nonmetallic	2421.1					13
Aerial Cable - Metallic	2421.2					14
Underground Cable - Nonmetallic	2422.1	45,076	5.5	5,635		15
Underground Cable - Metallic	2422.2	132,392	5.5	12,842		16
Buried Cable - Nonmetallic	2423.1	298,377	5.5	76,356		17
Buried Cable - Metallic	2423.2	5,058,643	6.0	485,510		18
Submarine Cable - Nonmetallic	2424.1					19
Submarine Cable - Metallic	2424.2					20
Intrabuilding Cable - Nonmetallic	2426.1					21
Intrabuilding Cable - Metallic	2426.2					22

**ACCUMULATED DEPRECIATION CLASS A & B (SUB-CLASS ACCOUNTS) (cont.)**

<b>Subacct (g)</b>	<b>Retired (h)</b>	<b>Cost of Removal (i)</b>	<b>Salvage (j)</b>	<b>Other (k)</b>	<b>Balance EOY (l)</b>	
2123.1	2,935				8,853	1
2123.2					13,705	2
2212.1					0	3
2212.2	34,132	61		(78,145)	1,007,405	4 A
2212.3					0	5
2215.1					0	6
2215.2					0	7
2231.1					20,163	8
2231.2					0	9
2232.1				78,145	1,050,395	10 A
2232.2					0	11
2232.3					0	12
2421.1					0	13
2421.2					0	14
2422.1					50,711	15
2422.2					145,234	16
2423.1					374,733	17
2423.2	48,348	111			5,495,694	18
2424.1					0	19
2424.2					0	20
2426.1					0	21
2426.2					0	22

### RETAINED EARNINGS (ACCT. 4550)

Particulars (a)	This Year (b)	Last Year (c)	
Balance-First of Year	7,606,867	7,331,606	1
<b>Changes:</b>			
Balance Transferred from Income	442,109	439,061	2
<b>Dividends Declared:</b>			
Common	364,760	163,800	3
Preferred		0	4
<b>Total Dividends Declared</b>	<b>364,760</b>	<b>163,800</b>	
Miscellaneous Debits to Retained Earnings		0	5
Miscellaneous Credits to Retained Earnings	0		6
<b>Balance--End of Year</b>	<b><u>7,684,216</u></b>	<b><u>7,606,867</u></b>	

**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>LOCAL NETWORK SERVICES REVENUES</b>			
Basic Local Service Revenue (5000)*	950,757	932,362	1
Basic Area Revenue (5001)			2
Optional Extended Area Revenue (5002)			3
Cellular Mobile Revenue (5003)			4
Other Mobile Services Revenue (5004)			5
Public Telephone Revenue (5010)			6
Local Private Line Revenue (5040)			7
Customer Premises Revenue (5050)			8
Other Local Exchange Revenue (5060)			9
Other Local Exchange Revenue Settlements (5069)			10
<b>TOTAL BASIC LOCAL SERVICE REVENUE (5000)</b>	<b>950,757</b>	<b>932,362</b>	
<b>NETWORK INTERSTATE ACCESS SERVICES REV.</b>			
End User Revenue (5081)*	389,436	243,683	11 C
Switched Access Revenue (5082)*	957,136	1,090,567	12
Special Access Revenue (5083)*	109,049	132,803	13
<b>TOTAL INTERSTATE ACCESS REVENUES (5080)</b>	<b>1,455,621</b>	<b>1,467,053</b>	
<b>NETWORK INTRASTATE ACCESS SERVICES REV.</b>			
End User Revenue (5084.1)*	0	0	14
Switched Access Revenue (5084.2)*	473,064	631,059	15 D
Special Access Revenue (5084.3)*	60,403	64,982	16
<b>TOTAL INTRASTATE ACCESS REVENUES (5084)</b>	<b>533,467</b>	<b>696,041</b>	
<b>LONG DISTANCE NETWORK SERVICES MESSAGE REV.</b>			
Long Distance Message Revenue (5100)*	15,631	0	17 E
Long Distance Inward-Only Revenue (5111)			18
Long Distance Outward-Only Revenue (5112)			19
<b>Unidirectional Long Distance Revenue (5110)</b>	<b>0</b>	<b>0</b>	
<b>Long Distance Private Network Revenues</b>			
Subvoice Grade Revenue (5121)			20
Voice Grade Revenue (5122)			21
Audio Program Grade Revenue (5123)			22
Video Program Grade Revenue (5124)			23
Digital Transmission Revenue (5125)			24
Switching Revenue (5126)			25
Other Revenue (5128)			26
Other Revenue Settlements (5129)			27
<b>Total Long Distance Private Network Revenue</b>	<b>0</b>	<b>0</b>	
Other Long Distance Revenue (5160)			28
Other Long Distance Revenue Settlements (5169)			29
<b>TOTAL LONG DISTANCE NET. SERVICES MESSAGE REV.</b>	<b>15,631</b>	<b>0</b>	

**REVENUES - CLASS A & B (CLASS B USE ACCOUNTS DESIGNATED BY \*)**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>MISCELLANEOUS REVENUES</b>			
Directory Revenue (5230)*	---CONF---	---CONF---	<b>30</b>
Rent Revenue (5240)*	---CONF---	---CONF---	<b>31 F</b>
Corporate Operations Revenue (5250)*	---CONF---	---CONF---	<b>32 F</b>
<b>Miscellaneous:</b>			
Miscellaneous Revenue (5260)*	---CONF---	---CONF---	<b>33 F</b>
Special Billing Arrangements Revenue (5261)	---CONF---	---CONF---	<b>34</b>
Customer Operations Revenue (5262)	---CONF---	---CONF---	<b>35</b>
Plant Operations Revenue (5263)	---CONF---	---CONF---	<b>36</b>
Other Incidental Regulated Revenue (5264)	---CONF---	---CONF---	<b>37</b>
Other Revenue Settlements (5269)	---CONF---	---CONF---	<b>38</b>
<b>Total Miscellaneous Revenue (5260)</b>	<b>---CONF---</b>	<b>---CONF---</b>	
Interstate Billing and Collection Revenue*	---CONF---	---CONF---	<b>39 G</b>
Intrastate Billing and Collection Revenue*	---CONF---	---CONF---	<b>40 H</b>
<b>Total Carrier Billing and Collection Revenue (5270)*</b>	<b>---CONF---</b>	<b>---CONF---</b>	
Nonregulated Operating Revenue (5280)**	---CONF---	---CONF---	<b>41</b>
<b>TOTAL MISCELLANEOUS REVENUES</b>	<b>466,381</b>	<b>282,686</b>	
<b>GROSS OPERATING REVENUES</b>	<b>3,421,857</b>	<b>3,378,142</b>	
<b>UNCOLLECTIBLE REVENUES</b>			
Uncollectible Revenue (5300)*	101,102	(349)	<b>42 K</b>
Uncollectible Revenue--Telecommunications (5301)			<b>43</b>
Uncollectible Revenue--Other (5302)			<b>44</b>
<b>TOTAL UNCOLLECTIBLE REVENUE (5300)</b>	<b>101,102</b>	<b>(349)</b>	
<b>TOTAL OPERATING REVENUES</b>	<b>3,320,755</b>	<b>3,378,491</b>	

\*\* Account 5280 is to be used only by those companies subject to dual jurisdiction.

**EXPENSES - CLASS A & B**

<b>Particulars (a)</b>	<b>Total This Year (b)</b>	<b>Total Last Year (c)</b>	
<b>PLANT SPECIFIC OPERATIONS EXPENSE</b>			
Total Network Support Expense ( 6110 )	0	0	1
Less: Nonregulated			2
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>3</b>
Total General Support Expense ( 6120 )	30,785	35,768	4
Less: Nonregulated			5
<b>Net Regulated</b>	<b>30,785</b>	<b>35,768</b>	<b>6</b>
Total Central Office Switching Expense ( 6210 )	110,305	122,297	7
Less: Nonregulated			8
<b>Net Regulated</b>	<b>110,305</b>	<b>122,297</b>	<b>9</b>
Total Operator Systems Expense ( 6220 )		0	10
Less: Nonregulated			11
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>12</b>
Total Central Office Transmission Expenses ( 6230 )	38,205	35,033	13
Less: Nonregulated			14
<b>Net Regulated</b>	<b>38,205</b>	<b>35,033</b>	<b>15</b>
Total Information Orig. / Term. Expense ( 6310 )	0	0	16
Less: Nonregulated			17
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>18</b>
Total Cable and Wire Fac. Expense ( 6410 )	86,685	100,163	19
Less: Nonregulated			20
<b>Net Regulated</b>	<b>86,685</b>	<b>100,163</b>	<b>21</b>
<b>TOTAL PLANT SPECIFIC OPERATIONS EXPENSE</b>	<b>265,980</b>	<b>293,261</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>265,980</b>	<b>293,261</b>	
<b>PLANT NONSPECIFIC OPERATIONS EXPENSE</b>			
Total Other Property, Plant and Equip. Exp. ( 6510 )	180	0	22
Less: Nonregulated			23
<b>Net Regulated</b>	<b>180</b>	<b>0</b>	<b>24</b>
Total Network Operations Expense ( 6530 )	76,130	87,197	25
Less: Nonregulated			26
<b>Net Regulated</b>	<b>76,130</b>	<b>87,197</b>	<b>27</b>
Access Expense ( 6540 )	53,891	32,080	28
Less: Nonregulated			29
<b>Net Regulated</b>	<b>53,891</b>	<b>32,080</b>	<b>30</b>
Total Depreciation and Amortization Expense ( 6560 )	1,098,003	1,052,813	31
Less: Nonregulated			32
<b>Net Regulated</b>	<b>1,098,003</b>	<b>1,052,813</b>	<b>33</b>
<b>TOTAL PLANT NONSPECIFIC OPERATIONS EXP.</b>	<b>1,228,204</b>	<b>1,172,090</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>1,228,204</b>	<b>1,172,090</b>	

**EXPENSES - CLASS A & B**

<b>Particulars (a)</b>	<b>Total This Year (b)</b>	<b>Total Last Year (c)</b>	
<b>CUSTOMER OPERATIONS EXPENSE</b>			
Total Marketing ( 6610 )	14,338	1,461	34
Less: Nonregulated			35 J
<b>Net Regulated</b>	<b>14,338</b>	<b>1,461</b>	<b>36</b>
Total Services ( 6620 )	340,580	295,709	37
Less: Nonregulated			38
<b>Net Regulated</b>	<b>340,580</b>	<b>295,709</b>	<b>39</b>
<b>TOTAL CUSTOMER OPERATIONS EXPENSE</b>	<b>354,918</b>	<b>297,170</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>354,918</b>	<b>297,170</b>	
<b>CORPORATE OPERATIONS EXPENSE</b>			
Total Exec. and Planning ( 6710 )	91,568	113,028	40
Less: Nonregulated			41
<b>Net Regulated</b>	<b>91,568</b>	<b>113,028</b>	<b>42</b>
Total General and Administrative ( 6720 )	203,466	214,169	43
Less: Nonregulated			44
<b>Net Regulated</b>	<b>203,466</b>	<b>214,169</b>	<b>45</b>
Provision for Uncollectible Notes Receiv. ( 6790 )			46
Less: Nonregulated			47
<b>Net Regulated</b>	<b>0</b>	<b>0</b>	<b>48</b>
<b>TOTAL CORPORATE OPERATIONS EXPENSE</b>	<b>295,034</b>	<b>327,197</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>295,034</b>	<b>327,197</b>	
<b>TOTAL EXPENSES</b>	<b>2,144,136</b>	<b>2,089,718</b>	
<b>Less: Nonregulated</b>	<b>0</b>	<b>0</b>	
<b>Net Regulated</b>	<b>2,144,136</b>	<b>2,089,718</b>	

### EXPENSES - CLASS A & B (DETAIL)

Particulars (a)	Total This Year (b)	Total Last Year (c)	
Property Held for Future Tele. Use Exp. ( 6511 )			1
Provisioning Expense ( 6512 )	180		2
<b>Total: Reported in Account 6510</b>	<b>180</b>	<b>0</b>	
Depreciat. Exp.--Tele. Plant in Service ( 6561 )	1,098,003	1,052,813	3
Depreciat. Exp.--Prop. Held for Future Tele. Use ( 6562 )			4
Amortization Expense--Tangible ( 6563 )			5
Amortization Expense--Intangible ( 6564 )			6
Amortization Expense--Other ( 6565 )			7
<b>Total: Reported in Account 6560</b>	<b>1,098,003</b>	<b>1,052,813</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

**Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.**

Description (a)	This Year (b)	
Gross Operating Revenues	3,421,857	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	101,102	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b>3,320,755</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	950,757	1
Plus: Total Intrastate Access Revenues (5084)	533,467	2
Plus: Total Long Distance Network Services Revenue	15,631	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues	---CONF---	5
Plus (or Less) Other (please specify): None	---CONF---	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b>---CONF---</b>	

## CALCULATION OF ASSESSABLE REVENUES FOR REMAINDER AND TELEPHONE RELAY ASSESSMENT PURPOSES

**Currently, cooperatives are not billed for remainder assessment, but are subject to the telephone relay assessment.**

Description (a)	This Year (b)	
Gross Operating Revenues	3,421,857	1
Plus: Collection of amounts previously written off		2
Less: Uncollectibles written off during the year	101,102	3
Plus: Total Other Operating Income and (Expense) (7100)	0	4
Less: Nonregulated Operating Revenue (included in Gross Oper. Rev. on Line 1)		5
Plus: Nonregulated Net Write Off Amount (included on lines 2 and 3)		6
Less: Out-of-State Operating Revenues (included in Gross Oper. Rev. on Line 1)		7
Plus (or Less) Other (please specify): None	0	8
<b>Assessable Revenues for Remainder and Telephone Relay Assessment Purposes</b>	<b><u>3,320,755</u></b>	

## CALCULATION OF ASSESSABLE REVENUES FOR UNIVERSAL SERVICE FUND ASSESSMENT PURPOSES

Description (a)	This Year (b)	
Total Basic Local Service Revenue (5000)	950,757	1
Plus: Total Intrastate Access Revenues (5084)	533,467	2
Plus: Total Long Distance Network Services Revenue	15,631	3
Less: Out-of-State Operating Revenues (included in the above lines)		4
Plus: Intrastate Payphone Revenues	---CONF---	5
Plus (or Less) Other (please specify): None	---CONF---	6
<b>Assessable Revenues for Universal Service Fund Assessment Purposes</b>	<b><u>---CONF---</u></b>	

**OTHER INCOME ACCOUNTS**

<b>Particulars (a)</b>	<b>This Year (b)</b>	<b>Last Year (c)</b>	
<b>OTHER OPERATING INCOME AND EXPENSE</b>			
Total Other Oper. Income and (Expense) (7100)	0	0	1
<b>OPERATING TAXES</b>			
Operating Investment Tax Credits--Net (7210)	0	(5,445)	2
Operating Federal Income Taxes (7220)	38,237	223,582	3
Operating State and Local Income Taxes (7230)	22,781	49,427	4
Operating Other Taxes (7240)	142,320	177,652	5
Provision for Deferred Operating Income Taxes--Net (7250)	185,215	19,083	6
<b>TOTAL OPERATING TAXES (7200)</b>	<b>388,553</b>	<b>464,299</b>	
<b>NONOPERATING INCOME AND EXPENSE</b>			
Dividend Income (7310)		0	7
Interest Income (7320)	124,284	87,980	8
Income from Sinking and Other Funds (7330)		0	9
Allowance for Funds Used During Construction (7340)	0	33,800	10
Gains or (Losses) from the Disposition of Certain Property (7350)		0	11
Other Nonoperating Income (7360)	(226,609)	(240,606)	12
Special Charges (7370)	3,935	5,080	13
<b>TOTAL NONOPERATING INCOME AND EXPENSE (7300)</b>	<b>(106,260)</b>	<b>(123,906)</b>	
<b>NONOPERATING TAXES</b>			
Total Nonoperating Taxes (7400)	51,220	39,329	14
<b>INTEREST AND RELATED ITEMS</b>			
Total Interest and Related Items (7500)	209,254	223,429	15
<b>EXTRAORDINARY ITEMS</b>			
Extraordinary Items (7600)	0	0	16
<b>NONREGULATED NET INCOME</b>			
Nonregulated Net Income (7990)	20,777	1,251	17

## NONREGULATED ACTIVITIES

List the type of nonregulated activities that the company is involved in.

Nonregulated Activity (a)	
---CONF---	1
---CONF---	2
---CONF---	3

**EMPLOYEE DATA - END OF YEAR**

Report employee data based on primary allocation of respective wages and salaries.

<b>Particulars (a)</b>	<b>Employees (b)</b>	
<b>Plant Operations</b>		
Supervisory & Management		<b>1</b>
Central Office	1	<b>2</b>
Outside Plant	6	<b>3</b>
Building & Service	1	<b>4</b>
Other	1	<b>5</b>
<b>Customer Operations</b>		
Supervisory & Management		<b>6</b>
Operators		<b>7</b>
Business Office	4	<b>8</b>
Other	1	<b>9</b>
<b>Corporate Operations</b>		
Executive & General Management	2	<b>10</b>
Accounting & Finance	1	<b>11</b>
External Relations		<b>12</b>
Human Resources		<b>13</b>
Information Management		<b>14</b>
Legal		<b>15</b>
Procurement		<b>16</b>
Research & Development		<b>17</b>
Other		<b>18</b>
<b>Other</b>		
All Other Employees, Not Listed Above		<b>19</b>
<b>Total Employees</b>	<b>17</b>	
Part-Time Employees	3	<b>20</b>
Full-Time Employees	14	<b>21</b>
<b>Total Part-Time and Full-Time Employees</b>	<b>17</b>	

## TELEPHONE CALLS AND MINUTES OF USE PER MONTH

Enter average number, in thousands, of calls and minutes of use per month. The averages may be based on actual counts taken periodically during the year. Please provide level of detail available.

Item (a)	Telephone Calls (000's) (b)	Minutes of Use (000's) (c)	
<b>LOCAL</b>			
Intra-Exchange	---CONF---	---CONF---	1
Extended Area Service	---CONF---	---CONF---	2
Extended Community Calling	---CONF---	---CONF---	3
Other Local-Undefined	---CONF---	---CONF---	4
<b>Total Local</b>	<b>508</b>	<b>4,114</b>	
<b>TOLL</b>			
Toll	119	556	5
<b>Total Toll</b>	<b>119</b>	<b>556</b>	
<b>Total Local &amp; Toll</b>	<b>627</b>	<b>4,670</b>	

## ACCESS USAGE

Enter number, in thousands, of Billed Minutes.

Description (a)	Billed Minutes (000's)				
	Interstate InterLATA (b)	Intrastate InterLATA (c)	Intrastate IntraLATA (d)	Interstate IntraLATA (e)	
Feature Group A -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	1
Feature Group A -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	2
Feature Group B -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	3
Feature Group B -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	4
Feature Group C -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	5
Feature Group C -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	6
Feature Group D -- Orig.	---CONF---	---CONF---	---CONF---	---CONF---	7
Feature Group D -- Term.	---CONF---	---CONF---	---CONF---	---CONF---	8

## OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	39	1
Strand miles of plant - fiber optics	2,084	2
Route miles of plant - microwave		3

## SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	---CONF---	---CONF---	1
56 kbps	---CONF---	---CONF---	2
64 kbps (DS0)	---CONF---	---CONF---	3 G
1.54 Mbps (DS-1)	---CONF---	---CONF---	4
45 Mbps (DS-3)	---CONF---	---CONF---	5 G
SONET OC-1	---CONF---	---CONF---	6 G
SONET OC-3	---CONF---	---CONF---	7 G
SONET OC-12	---CONF---	---CONF---	8 G
SONET OC-48	---CONF---	---CONF---	9 G
SONET OC-192	---CONF---	---CONF---	10 G

## OUTSIDE PLANT STATISTICS AT END OF YEAR

Description of Item (a)	Amount (b)	
Sheath miles of plant - fiber optics	39	1
Strand miles of plant - fiber optics	2,084	2
Route miles of plant - microwave		3

## SPECIAL ACCESS CIRCUITS IN USE AT END OF YEAR

Circuit Type (a)	InterLATA Chan. Terms. (b)	IntraLATA Chan. Terms. (c)	
Voice grade	---CONF---	---CONF---	1
56 kbps	---CONF---	---CONF---	2
64 kbps (DS0)	---CONF---	---CONF---	3 G
1.54 Mbps (DS-1)	---CONF---	---CONF---	4
45 Mbps (DS-3)	---CONF---	---CONF---	5 G
SONET OC-1	---CONF---	---CONF---	6 G
SONET OC-3	---CONF---	---CONF---	7 G
SONET OC-12	---CONF---	---CONF---	8 G
SONET OC-48	---CONF---	---CONF---	9 G
SONET OC-192	---CONF---	---CONF---	10 G

**SERVICE DATA**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Business</b>			
1 Party	---CONF---	---CONF---	3
2 Party	---CONF---	---CONF---	4
4 Party	---CONF---	---CONF---	5
PBX Trunks/System Trunks	---CONF---	---CONF---	6
Centrex Trunks	---CONF---	---CONF---	7
Centrex Lines	---CONF---	---CONF---	8
Key System Trunks	---CONF---	---CONF---	9
Mobile (Utility Provided Service)	---CONF---	---CONF---	10
Paging (Utility Provided Service)	---CONF---	---CONF---	11
FX-Out (Switched)	---CONF---	---CONF---	12
Pay Telephone	---CONF---	---CONF---	13
Coin-Operated Pay Telephone	---CONF---	---CONF---	14
Independent Pay Telephone Provider	---CONF---	---CONF---	15
Other	---CONF---	---CONF---	16
<b>Total Business Lines</b>	<b>1,184</b>	<b>1,153</b>	17
<b>Residential (Incl. Emp. Concess.)</b>			
1 Party	---CONF---	---CONF---	19
2 Party	---CONF---	---CONF---	20
4 Party	---CONF---	---CONF---	21
FX-Out (Switched)	---CONF---	---CONF---	22
Other	---CONF---	---CONF---	23
<b>Total Residential Lines</b>	<b>3,697</b>	<b>3,701</b>	24
<b>Total Bus &amp; Res Lines</b>	<b>4,881</b>	<b>4,854</b>	25
Company Used Lines	58	57	26
<b>Total Lines Used</b>	<b>4,939</b>	<b>4,911</b>	27

**SERVICE DATA (cont.)**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	FOY (b)	EOY (c)	
<b>Miscellaneous</b>			
WATS Lines - OutWATS	---CONF---	---CONF---	3
WATS Lines - 800 Service	---CONF---	---CONF---	4
FX-In-intraLATA	---CONF---	---CONF---	5
Special Access-intraLATA			6
(expressed in equiv. access lines)	---CONF---	---CONF---	7
Special Access-interLATA			8
(expressed in equiv. access lines)	---CONF---	---CONF---	9
Feature Group A Lines	---CONF---	---CONF---	10
Feature Group B Trunks	---CONF---	---CONF---	11
Feature Group C Trunks	---CONF---	---CONF---	12
Feature Group D Trunks	---CONF---	---CONF---	13
TSPS - Trunks	---CONF---	---CONF---	14
EAS - Trunks	48	48	15
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	16
Video Distance Learning			17
- discounted (special tariff)			18
<b>Customers</b>			
Lifeline Customers	68	123	20
Linkup Customers	68	123	21
<b>Other</b>			
Total Company Square Miles	407	407	23
Total Company Route Miles	471	471	24
Footnotes			25

**SERVICE DATA - END OF YEAR**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4180	4400	4985		1
<b>Business</b>					2
1 Party	---CONF---	---CONF---	---CONF---		3
2 Party	---CONF---	---CONF---	---CONF---		4
4 Party	---CONF---	---CONF---	---CONF---		5
PBX Trunks/System Trunks	---CONF---	---CONF---	---CONF---		6
Centrex Trunks	---CONF---	---CONF---	---CONF---		7
Centrex Lines	---CONF---	---CONF---	---CONF---		8
Key System Trunks	---CONF---	---CONF---	---CONF---		9
Mobile (utility provided service)	---CONF---	---CONF---	---CONF---		10
Paging (utility provided service)	---CONF---	---CONF---	---CONF---		11
FX-Out (Switched)	---CONF---	---CONF---	---CONF---		12
Pay Telephone	---CONF---	---CONF---	---CONF---		13
Coin-Operated Pay Telephone	---CONF---	---CONF---	---CONF---		14
Independent Pay Telephone Provider	---CONF---	---CONF---	---CONF---		15
Other	---CONF---	---CONF---	---CONF---		16
<b>Total Business Lines</b>	<b>884</b>	<b>238</b>	<b>31</b>	<b>0</b>	17
<b>Residential (Incl. Emp. Concess.)</b>					18
1 Party	---CONF---	---CONF---	---CONF---		19
2 Party	---CONF---	---CONF---	---CONF---		20
4 Party	---CONF---	---CONF---	---CONF---		21
FX-Out (Switched)	---CONF---	---CONF---	---CONF---		22
Other	---CONF---	---CONF---	---CONF---		23
<b>Total Residential Lines</b>	<b>2,687</b>	<b>547</b>	<b>467</b>	<b>0</b>	24
<b>Total Bus &amp; Res Lines</b>	<b>3,571</b>	<b>785</b>	<b>498</b>	<b>0</b>	25
Company Used Lines	50	4	3		26
<b>Total Lines Used</b>	<b>3,621</b>	<b>789</b>	<b>501</b>	<b>0</b>	27

**SERVICE DATA - END OF YEAR (cont.)**

Access Line--Central office line equipment, or equivalent, and all outside plant facilities, or equivalent, required to connect the serving central office with the customer premises via physical connection, frequency, and/or time slot. From an engineering perspective, a channel connection is at a DS0 level. A DS0 level is a 4 KHz voice or 64 Kilobits/second. Customer--A person who uses a telephone as a subscriber.

Item (a)	Exchange (b)	Exchange (c)	Exchange (d)	Exchange (e)	
PSCW Exchange ID	4180	4400	4985		1
<b>Miscellaneous</b>					2
WATS Lines - OutWATS	---CONF---	---CONF---	---CONF---		3
WATS Lines - 800 Service	---CONF---	---CONF---	---CONF---		4
FX-In-intraLATA	---CONF---	---CONF---	---CONF---		5
Special Access-intraLATA					6
(equiv. access lines)	---CONF---	---CONF---	---CONF---		7
Special Access-interLATA					8
(equiv. access lines)	---CONF---	---CONF---	---CONF---		9
Feature Group A Lines	---CONF---	---CONF---	---CONF---		10
Feature Group B Trunks	---CONF---	---CONF---	---CONF---		11
Feature Group C Trunks	---CONF---	---CONF---	---CONF---		12
Feature Group D Trunks	---CONF---	---CONF---	---CONF---		13
TSPS - Trunks	---CONF---	---CONF---	---CONF---		14
EAS - Trunks	48				15
Cellular Trunks (Pub. Sw. Net.)	---CONF---	---CONF---	---CONF---		16
Video Distance Learning					17
- discounted (special tariff)					18
<b>Other</b>					19
Exchange Square Miles	227	74	106		20
Exchange Route Miles	299	83	89		21
Footnotes					22

## MANUFACTURER ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Manufacturer Name (a)	Abbreviation (b)	
Alcatel	AL	1
ATTC	ATT	2
GTE	GTE	3
ITT	ITT	4
Lucent	ATT/LUC	5
Nippon Electric	NEC	6
Northern Telecom	NTI	7
Siemens	SI	8
Stromberg-Carlson	SC	9
VIDAR	VI	10

## EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

## MANUFACTURER ABBREVIATIONS

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## EQUIPMENT ABBREVIATIONS

Use these abbreviations when completing the central office data schedule.

Equipment Type (a)	Abbreviation (b)	
Electromechanical	EM	1
Electronic--Analog	A	2
Electronic--Digital	D	3
Electronic--Video	V	4

**CENTRAL OFFICE DATA - END OF YEAR**

When an exchange has more than one central office, data must be reported for each central office.

<b>Description (a)</b>	<b>Central Off. (b)</b>	<b>Central Off. (c)</b>	<b>Central Off. (d)</b>	<b>Central Off. (e)</b>	
Exchange Name	PHILLIPS	PRENTICE	SOO LAKE		<b>1</b>
PSCW Exchange ID	4180	4400	4985		<b>2</b>
Central Office Name	PHILLIPS	PRENTICE	SOO LAKE		<b>3</b>
PSCW Central Office ID	1	1	1		<b>4</b>
Central Office CLLI Code	PHLPWIXADSA	PRNTWIXARSO	SOLKWIXARSO		<b>5</b>
Manufacturer of COE (Page 54)	SI	SI	SI		<b>6</b>
Year COE Installed	2001	2001	2001		<b>7</b>
Type of Equipment (Page 54)	D	D	D		<b>8</b>
(S)tandalone, (H)ost, (R)emote, (A)dv Fiber Comm	H	R	R		<b>9</b>
Remote Host PSCW Exchange ID		4180	4180		<b>10</b>
Remote Host PSCW Central Office ID		1	1		<b>11</b>
COE Generic Software Release No.	19	19	19		<b>12</b>
SS7?	Yes	Yes	Yes		<b>13</b>
9-1-1?	Yes	Yes	Yes		<b>14</b>
Access Lines - In Use	3,629	813	497		<b>15</b>
- Equipped	4,140	900	630		<b>16</b>
- Wired	4,140	900	630		<b>17</b>
Trunks - In Use	491	0	0		<b>18</b>
- Equipped	1,104	0	0		<b>19</b>
- Wired	1,344	0	0		<b>20</b>
ISDN Available?	Yes	Yes	Yes		<b>21</b>
ISDN Lines - In Use (BRI)	---CONF---	---CONF---	---CONF---		<b>22</b>
- In Use (PRI)	---CONF---	---CONF---	---CONF---		<b>23</b>
XDSL Available?	Yes	Yes	Yes		<b>24</b>
- In Use (# lines)	---CONF---	---CONF---	---CONF---		<b>25</b>
Switched 56 Service?	Yes	Yes	Yes		<b>26</b>
Switched 56 lines in use	---CONF---	---CONF---	---CONF---		<b>27</b>
Digital Transmission Facilities: DS-1 - In Use	---CONF---	---CONF---	---CONF---		<b>28</b>
DS-3 - In Use	---CONF---	---CONF---	---CONF---		<b>29</b>
Advanced Data Service Available:					
Packet Switching?	No	No	No		<b>30</b>
SMDS?	No	No	No		<b>31</b>
Frame Relay?	No	No	No		<b>32</b>
ATM (Asynchronous Trans. Mode)?	No	No	No		<b>33</b>
Video Information - Service Available?	No	No	No		<b>34</b>
- In Use (# lines) <sup>1</sup>	---CONF---	---CONF---	---CONF---		<b>35</b>
Fiber Transmission Facilities:					
No. of fiber strands entering C.O.	108	28	16		<b>36</b>
No. of fiber strands working (LIT) in C.O.	---CONF---	---CONF---	---CONF---		<b>37</b>
No. of fiber strands for interoffice use	8	0	0		<b>38</b>
Miles of fiber sheath in wire center	24	9	6		<b>39</b>
Access Tandem Serving this C.O.:					
- C.O. Name	RICE LAKE	RICE LAKE	RICE LAKE		<b>40</b>
- PSCW C.O. ID	4570-01	4570-01	4570-01		<b>41</b>
Does this C.O. do access tandem switching?	No	No	No		<b>42</b>
Footnotes					<b>43</b>

<sup>1</sup> Teleco provided end-to-end facility.

## GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES

### General Footnote

#### Accountants Compilation Report

To the Board of Directors  
Price County Telephone Company  
Phillips, Wisconsin

We have compiled the balance sheets of the Price County Telephone Company as of December 31, 2002 and 2001, and the related statements of income and retained earnings for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form, except for pages 46 through 55.

Our compilation was limited to presenting in the form prescribed by the Public Service Commission of Wisconsin, information that is the representation of management. We have not audited or reviewed the financial statements and supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Service Commission of Wisconsin, which differ from generally accepted accounting principles. Accordingly, these financial statements and supplementary information are not designed for those who are not informed about such differences.

The supplementary information contained on pages 46 through 55 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

Kiesling Associates LLP  
Madison, Wisconsin  
March 31, 2003

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### Schedule Footnotes

#### Schedule Line Footnotes

- A) Reclassification from subsidiary plant, PCTC 2212, and 2362 to PCTC 2232.1, 2124, and 2122.
- B) Depreciated on a per unit basis.
- C) Increase due to higher end user charges in 2002.
- D) Decrease due to lower current year activity.
- E) New service provided in 2002.
- F) Increase due to allocation to subsidiary.
- G) Reported amount of zero for these special access circuits is correct

## **GENERAL, SCHEDULE LEVEL AND SCHEDULE LINE FOOTNOTES**

- H)** Billing and collection service revenues are based on the number of messages that traffice carries. An increase in those factors and other matters resulted in the current year revenue being more than the prior year.
- I)** Increase in the Universal Service Fund and UW TEACH in the current year.
- J)** Increase in selling in the current year.
- K)** An increase in the uncollectibles is due to a write off of Worldcom and Global Crossing in 2002.